

Allianz NFJ Large-Cap Value Fund - Institutional Class

NFJ Investment Group LP, an affiliate of Allianz Global Investors, is a highly disciplined value equity manager that also emphasizes risk management by investing primarily in low P/E, dividend-paying stocks and imposing strict diversification guidelines. NFJ was Founded in 1989 in Dallas, TX.

FUND FACTS

Inception date: **May 8, 2000**

Investment advisory fee for period ended June 30, 2007: **0.45%**

Other expenses: **0.27%**

Gross fund expense ratio for period ended June 30, 2007: **0.72%**

If offered through a retirement program, additional fees and expenses may be charged under that program.

Important Information

Category is interpreted by ING using Fund company and/or Morningstar category information.

The Portfolio or its affiliates may pay compensation to ING affiliates offering this Portfolio. Such compensation may be paid directly by the Portfolio's affiliate. Any fees deducted from Portfolio assets are disclosed in the Fund Facts above and in the Portfolio's prospectuses. More information is included in the enrollment material.

Other Expenses reflects a 0.25% Administrative Fee paid by the class and approximately 0.02% in trustees', tax and shareholder meeting/proxy expenses incurred by the class during the most recent fiscal year.

A redemption fee of 2% may apply to shares that are redeemed or exchanged within 7 days of acquisition. Redemption fees are paid to and retained by the Fund and are not sales charges. If you participate in an IRC Sections 403(b), 401 or 457 retirement plan funded by an SEC-registered group annuity contract, this material must be accompanied by the current Performance Update and a Prospectus Summary for the contract.

You should consider the investment objectives, risks, and charges and expenses of the investment options offered through a retirement plan carefully before investing. The prospectus contains this and other information. Please read the prospectus carefully before investing. You can obtain a free prospectus for the Portfolio and/or the separate account prior to making an investment decision or at any time by contacting your local representative or 1-800-262-3862. If a different toll-free number is

shown on the first page of the Prospectus Summary or in your enrollment material, please call that number.

Investment Adviser

Allianz Global Investors Fund Management LLC.
Sub adviser: NFJ Investment Group

Portfolio Manager

Paul A. Magnuson

Investment Objective

Seeks long-term growth of capital and income

Strategy

The Fund seeks to achieve its investment objective by normally investing at least 80 percent of its net assets (plus borrowings made for investment purposes) in equity securities of companies with large market capitalizations. The Fund currently considers a company's market capitalization to be large if it equals or exceeds the market capitalization of the 250th largest company represented in the Russell 1000 Index (i.e., a market capitalization of at least \$14.7 billion as of September 30, 2007). The Fund normally invests a significant portion of its assets in common stocks that the portfolio managers expect will generate income (for example, by paying dividends). The portfolio managers use a value investing style focusing on companies whose stocks the portfolio managers believe have low valuations. The portfolio managers use quantitative factors to screen the Fund's initial selection universe. To further narrow the universe, the portfolio managers analyze factors such as price momentum (i.e., changes in stock price relative to changes in overall market prices), earnings estimate revisions (i.e., changes in analysts' earnings-per-share estimates) and fundamental changes. The portfolio managers also classify the Fund's selection universe by industry and then identify what they believe to be undervalued stocks in each industry to determine potential holdings for the Fund representing a broad range of industry groups. After still further narrowing the universe through a combination of qualitative analysis and fundamental research, the portfolio managers select approximately 40 to 60 stocks for the Fund. The Fund may utilize foreign currency exchange contracts, options, stock index futures contracts and other derivative instruments. In response to unfavorable market and other conditions, the Fund may deviate from its principal strategies by making temporary

		EQUITY	
		STYLE	
		VALUE	BLEND
MARKET CAP	LARGE		
SMALL	MID		
	LARGE		

Asset Class: **Large Cap Value**

Category: **Large Value**

investments of some or all of its assets in high-quality fixed income securities, cash and cash equivalents. The Fund may not achieve its investment objective when it does so.

Principal Risks

Market Risk- The market price of securities may go up or down, sometimes rapidly or unpredictably; Issuer Risk- The value of a security may decline for a number of reasons which directly relate to the issuer, such as management performance, financial leverage and reduced demand for the issuer's goods or services; Equity Securities Risk- The value of a company's equity securities may fall as a result of factors directly relating to that company. The value of a company's equity securities may also be affected by changes in financial markets that are relatively unrelated to the company or its industry; Credit Risk- The Issuer or the guarantor is unable or unwilling to make timely principal and/or interest payments, or to otherwise honor its obligation; Derivatives Risk- A Fund's use of derivatives may increase or accelerate the amount of taxes payable by shareholders. Investing in a derivative instrument could lose more than the principal amount invested; Leveraging Risk- Leverage, including borrowing, will cause the value of the Fund's shares to be more volatile than if the Fund did not use leverage; Liquidity Risk- Liquidity risk exists when particular investments are difficult to purchase or sell, possibly preventing a Fund from selling such illiquid securities at an advantageous time or price, or possibly requiring a Fund to dispose of other investments at unfavorable times or prices in order to satisfy its obligations. Management Risk- The advisers and each portfolio manager and/or management team will apply investment techniques and risk analyses in making investment decisions for the Fund, but there can be no guarantee that these will produce desired results; Turnover Risk- A change in securities held by a fund is known as "portfolio turnover".

Securities are offered through ING Financial Advisers, LLC (member SIPC) or other broker-dealers with which it has a selling agreement.



PORTFOLIO UPDATE

Allianz NFJ Large-Cap Value Fund - Institutional Class

Important Information

Past performance does not guarantee future results. For most recent month-end performance which may be lower or higher than the past performance data shown please call 1-800-262-3862. Investment return and the principal value of an investment will fluctuate so that, when sold, an investment may be worth more or less than the original cost.

Average annual total returns and calendar year returns are net of all fund expenses, but do not include retirement plan charges which, if included, would reduce the total return. Please see the accompanying Performance Update for standardized product level returns. Performance results assume reinvestment of all earnings and do not include the deduction of any fund sales charges, which are waived under the terms of this retirement program.

Fund Trading Issues

The fund industry has been under scrutiny because some fund managers have allowed improper market timing and late day trading. To review the practices and procedures regarding market timing and late day trading, please refer to the current prospectus and supplement(s) for each fund.

AS OF MARCH 31, 2008

(shown in percentages)

Fund Facts

Market Benchmark¹ Russell Top 200 Value Index
Total Net Assets \$1.1 billion
Beta* 1.05

* Beta is a means of measuring the volatility of a security or portfolio of securities in comparison with a specified market index or benchmark. A beta of 1 indicates that the security's price will move with the market index or benchmark. A beta higher than 1 indicates that the price will be more volatile than the market index or benchmark and a beta of less than 1 means that it will be less volatile.

Top Ten Holdings

Information not available at this time.

Top Industries/Sectors

Financials	23.6
Energy	16.1
Industrials	10.3
Materials	9.9
Health Care	7.4
Consumer Discretionary	7.3
Consumer Staples	7.1
Telecomm Services	6.9
Information Technology	3.4
Utilities	2.9

Asset Allocation

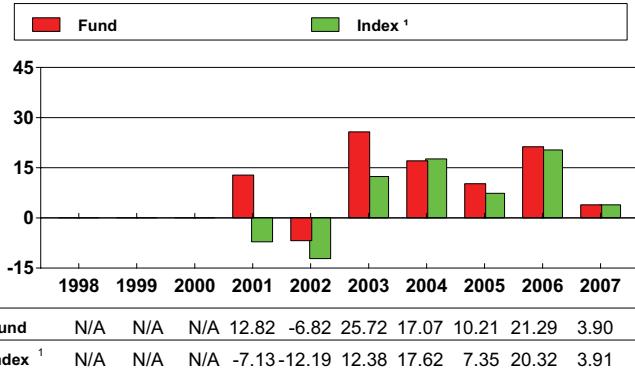
US Equities	95.1
Cash & Equivalents	4.9

Average annual total returns

Fund	Qtr [#]	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Fund	-7.82	-5.80	8.06	15.16	N/A	10.19
Index ¹	-5.33	-2.51	6.62	13.32	N/A	N/A

[#] Return Not Annualized

Calendar year returns for periods ended 12/31



¹The Russell Top 200 Value Index measures the performance of the especially large cap segment of the U.S. equity universe represented by stocks in the largest 200 by market cap that exhibit value characteristics. It includes Russell Top 200 companies with lower price-to-book ratios and lower forecasted growth values. Please note that indexes are unmanaged and their returns do not take into account any of the fees and expenses of the mutual funds to which they are compared. Individuals cannot invest directly in any index.

Performance shown does not reflect fee assessment on certain redemptions of Fund shares. A Redemption Fee may apply to any shares that are redeemed or exchanged within 7 days of acquisition (including acquisitions through exchanges). The Redemption Fee equals 2.00% of the net asset value of the shares redeemed or exchanged. Redemption Fees are paid to and retained by the Fund and are not sales charges (loads).